



Special Accounts Senior Management Committee

January 30, 2013



Agenda

- Highlights Past 6 Months
- Superfund Remedial Sustainability Initiative – Special Accounts
- Special Accounts Management Strategy Update
- Accessing Financial Assurance Vehicles under UAOs
- Compass and SEMS
- Signature of Documents on Behalf of SASMC
- Upcoming Special Account Items
- Review Action Items and Next Steps



Highlights Past 6 Months

- Responded to inquiry by Surveys and Investigations Staff of House Appropriations Committee (March – July 2012)
- FY 2012 EOY Available Balance reduced by approximately 3% from FY 2011 EOY Available Balance (October 2012)
- Conducted FY 2013 work planning for special accounts (October – December 2012)
- Issued memo on the use of funds in special accounts to support RCRA corrective action (December 2012)

Superfund Remedial Sustainability Initiative – Special Accounts

OSRTI



Remedial Budget

OSWER Remedial Budget (\$ in Millions)				
	FY 2011	FY 2012	FY 2013	FY 2013+
OSWER Remedial	\$605	\$564	\$532 (Pres Bud) \$488 (Senate)	FY 2013 Sequestration FY 2014+ Reductions
Cumulative Reduction (From FY 2011)		-\$41	-\$73 (Pres Bud) -\$117 (Senate)	

- Impact: Less Money = Less Work
 - Fewer Site Assessments
 - Fewer RI/FS, RD Starts
 - No new RA Starts/ increase in unfunded RAs
 - Slow down in projects



Net Result

- Less work = Less human health and environmental protection
 - Alternative – reduce transaction costs, drive focused change, drive down costs, increase productivity, work smarter --- increase our outputs and outcomes
 - Cultural challenge and change – National Program vs. Regional Program - Regional flexibility vs. national consistency



Opportunity Areas

OPERATIONAL PROCESSES

- PLANNING AND BUDGETING
- BOARDS/PANELS
- CONSULTATION
- REVIEWS (LISTING/ROD/5 YEAR)
- PROGRAM EVALUATION
- INITIATIVES
- STRATEGIES
- COMMUNICATION ,ETC

Operational Processes and Relationships

SUPPORT TOOLS

- IT
 - MY WORKPLACE
 - SEMS
- ACQUISITION
- OTHER EPA STAFF EXPERTS
- MODELS/CALCULATORS/PPRTVs
- ETC.

WORKFORCE

- FTE REDUCTIONS
- RETIREMENTS
- HIRING NEW STAFF
- KNOWLEDGE / SKILLS / ABILITIES / EXPERIENCE DRAIN
- TRAINING

Workforce

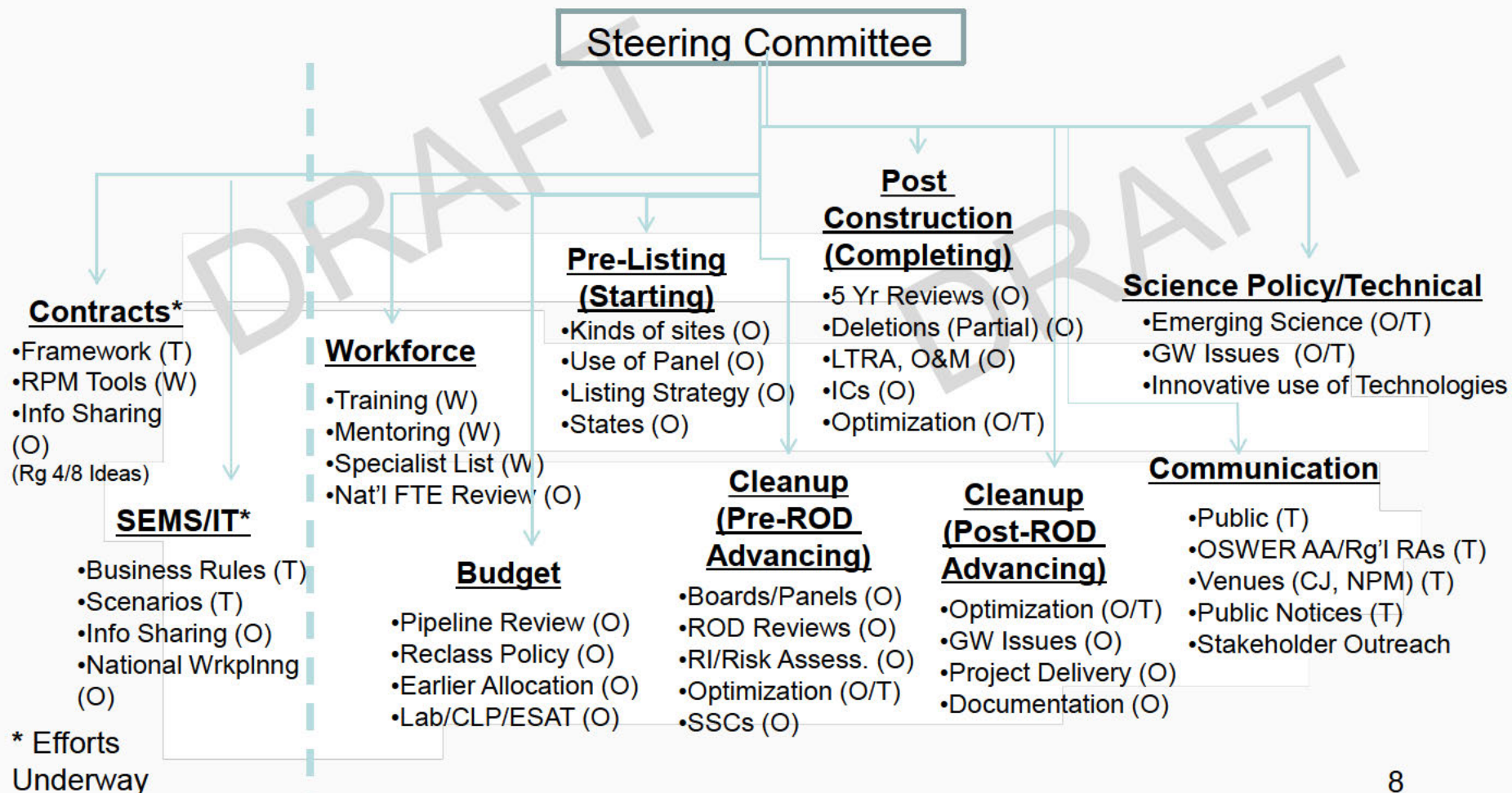
Support Tools

RED = UNSTABLE/HIGH DEGREE OF CHANGE

YELLOW = MODERATE CHANGE



Superfund Remedial Sustainability Efforts





Benefits

- Improve human health and environmental protection through increased work with our limited resources
- Better project management
- Better program management
- Lower cost projects
- Improved human resource use



Next Steps for Superfund Remedial Sustainability Initiative

- Information gathering/suggestions/ideas
- Organizational “diagnosis”/barriers (e.g., impact/difficulty matrix)
- Develop an Action Plan
 - Relevant, specific, realistic, attainable, measurable
 - Define goals, what is to be changed
 - Milestones
 - Implement and report progress



Next Steps for Special Accounts

- Update SASMC on special account activities resulting from initiative
- Evaluate areas to streamline special account processes

Special Accounts Management Strategy Update

OSRTI



Background

- Special Accounts Management Strategy originally issued in 2009
 - Responded to several OIG recommendations
- SASMC is responsible for implementing
- Updated every 2 years, with the most recent update and reissuance in 2011
- There have been no major changes to the Strategy since it was developed



Proposed Changes to Strategy

- Update Strategy every 3 years
 - Current Strategy states it will be evaluated and updated every 2 years
- Remove expectation that special accounts should be planned within 3 months of account establishment
 - Expectation remains in the 2010 Planning and Use Guidance
 - We monitor planning on a 6 month cycle



Proposed Changes to Strategy

- Tasks to be added
 - Update Internet at least annually with summary special account financial information
 - Develop fact sheets for the public on special accounts
 - OSRTI will maintain a special accounts communications strategy that will be updated annually
 - OSRTI and OSRE will ensure special account planning capabilities are maintained in SEMS
 - Guidance and training will be developed at the direction of the SASMC to increase utilization and ensure proper management of special accounts
- Tasks removed
 - Regional training on the CERCLIS special accounts management screen will be offered annually



Strategy Next Steps

- SASMC approval of proposed changes
- Send to regional program, enforcement, and finance staff for 2 week review and comment
- Issue updated Strategy in April 2013

Accessing Financial Assurance Vehicles under UAOs

OSRE



Financial Assurance under UAO

- Issue: How can EPA access UAO financial assurance funds so that the funds can be used site-specifically?
 - OSRE and OSRTI have been engaged in ongoing discussions with OGC
 - **Exemption 5 - Deliberative Process**
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Financial Assurance under UAO

- Options for previously issued UAOs:

Exemption 5 - Deliberative Process

[REDACTED]

[REDACTED]

[REDACTED]



Financial Assurance under UAO

- Prospective UAOs:
 - Developing model language that would not require funds to be placed into special accounts
 - Ex. Stand by trust, work trust



Compass and SEMS

- The Superfund Enterprise Management System (SEMS) is scheduled for release in Fall 2013
 - FY 2014 special account work planning will be conducted in SEMS
- OEI CIO identified Compass connection as critical path task for SEMS development
- Exemption 5 - Deliberative Process [REDACTED]
- [REDACTED]
- Work is ongoing to make systems work and enable Superfund site planning



SASMC Document Issuance

- Allow OSRTI Director to issue documents and guidance on behalf of all members of the SASMC
- Offices provide concurrence of document via email prior to OSRTI signature and issuance
- Document states that it is being issued on behalf of the SASMC



Upcoming Special Account Items

- Response to HAC FY 2013 report language
- Sequestration
- Potential upcoming settlements
- Special account fact sheets for the public

Review Action Items and Next Steps